

**Regulatory Financial Performance Report**  
**NGET (TO)**  
**2019**

Licensee	NGET (TO)
Sector	ET1
Reporting Year: (enter 2014 for 2013-14)	2019
Version (Number)	2
Submitted Date:	29/08/2019
Cost of Equity	7.0%
Sharing Factor	46.89%
Notional Gearing	60.0%
RIIO-1 start date	2014
Price basis	£m 09/10


- Input cells
- Totals cells (of formula within worksheet)
- Referencing to other worksheets
- Referencing to other workbooks
- Check cells
- No Input
- Descriptions and pack data

<b>Materiality £m</b>
0.1

**Network Operator Data  
NGET (TO)  
2019**

2018	2017-18
2019	2018-19
2020	2
2021	#####
2022	2021-22
2023	2022-23

RPI Index	Reporting year	Actual / Forecast index	Financial Year Average RPI (RPit)	Year end RPI	Corp. Tax	
	2009-10	2010	Actual	215.8	221.8	28%
	2010-11	2011	Actual	226.5	233.5	28%
	2011-12	2012	Actual	237.3	241.7	26%
	2012-13	2013	Actual	244.7	249.1	24%
	2013-14	2014	Actual	251.7	255.3	23%
	2014-15	2015	Actual	256.7	257.6	21%
	2015-16	2016	Actual	259.4	261.3	20%
	2016-17	2017	Actual	265.0	270.0	20%
	2017-18	2018	Actual	274.9	279.0	19%
	2018-19	2019	Actual	283.3	286.7	19%
	2019-20	2020	Forecast	290.7	294.2	19%
	2020-21	2021	Forecast	298.8	302.3	17%
	2021-22	2022	Forecast	307.9	311.5	17%
	2022-23	2023	Forecast	317.3	321.1	17%
	2023-24	2024	Forecast			17%
	2024-25	2025	Forecast			17%
	2025-26	2026	Forecast			17%

	Actuals	Actuals	Actuals	Actuals	Actuals	Actuals	Forecast	Forecast
	2014	2015	2016	2017	2018	2019	2020	2021
Financial Year Average RPI (RPit)	1.167	1.190	1.202	1.228	1.274	1.313	1.347	1.385
Year end RPI	1.183	1.194	1.211	1.251	1.293	1.329	1.363	1.401
1 year change in Fin Year Ave RPI	1.029	1.020	1.011	1.021	1.037	1.031	1.026	1.028

**HMT Forecasts for UK Economy - M3 New Forecasts RPI**

M3 New Forecasts RPI	Calendar Year	2017	2018	2019	2020	2021	2022	2023	Source
				2.60%	2.70%	3.00%	3.10%	3.00%	May 2019 Publication

**Forecast growth rate**

Future inflation assumption	Reporting Year	2017	2018	2019	2020	2021	2022	2023
					2.625%	2.775%	3.025%	3.075%

Selected Capitalisation rates for NGET (TO)									
Totex	RIO1								
		85.00%							
n/a		2014	2015	2016	2017	2018	2019	2020	2021
		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

ED	£m 12/13	Totex	n/a
ET	£m 09/10	Totex	n/a
GD	£m 09/10	Totex excluding repex	Repex
GT	£m 09/10	Totex (non-'uncertainty rate')	Uncertainty rate

**Allowed cost of debt %**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
WPD			2.55%	2.38%	2.22%	1.91%	1.58%	1.14%	0.92%	0.72%
ED - excluding WPD			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
SHET	2.92%	2.50%	2.15%	1.79%	1.51%	1.16%	1.02%	0.86%		
ET - excluding SHET	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GD	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GT	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		

Sector	Default	Allowed Cost of Equity	TIM Incentive Strength	Gearing	Main Cap. Rate	RIIO1 start date	Price Basis	Fast Tracked	IQI pre or post tax	Allowed cost of debt									
										2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
ED	ENWL	6.0%	58.11%	65.0%	68.0%	2016	£m 12/13	No	Post			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
ED	NPgN	6.0%	55.84%	65.0%	70.0%	2016	£m 12/13	No	Post			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
ED	NPqY	6.0%	55.84%	65.0%	72.0%	2016	£m 12/13	No	Post			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
ED	UKPN-EPN	6.0%	53.28%	65.0%	68.0%	2016	£m 12/13	No	Post			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
ED	UKPN-LPN	6.0%	53.28%	65.0%	68.0%	2016	£m 12/13	No	Post			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
ED	UKPN-SPN	6.0%	53.28%	65.0%	68.0%	2016	£m 12/13	No	Post			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
ED	SPD	6.0%	53.50%	65.0%	80.0%	2016	£m 12/13	No	Post			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
ED	SPMW	6.0%	53.50%	65.0%	80.0%	2016	£m 12/13	No	Post			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
ED	SSEH	6.0%	56.47%	65.0%	62.0%	2016	£m 12/13	No	Post			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
ED	SSES	6.0%	56.47%	65.0%	70.0%	2016	£m 12/13	No	Post			2.55%	2.42%	2.29%	2.09%	1.94%	1.82%	1.72%	1.63%
ED	WPD-EMID	6.4%	70.00%	65.0%	80.0%	2016	£m 12/13	Yes	Pre			2.55%	2.38%	2.22%	1.91%	1.58%	1.14%	0.92%	0.72%
ED	WPD-WMID	6.4%	70.00%	65.0%	80.0%	2016	£m 12/13	Yes	Pre			2.55%	2.38%	2.22%	1.91%	1.58%	1.14%	0.92%	0.72%
ED	WPD-SWALES	6.4%	70.00%	65.0%	80.0%	2016	£m 12/13	Yes	Pre			2.55%	2.38%	2.22%	1.91%	1.58%	1.14%	0.92%	0.72%
ED	WPD-SWEST	6.4%	70.00%	65.0%	80.0%	2016	£m 12/13	Yes	Pre			2.55%	2.38%	2.22%	1.91%	1.58%	1.14%	0.92%	0.72%
GD	Cadent-EOE	6.7%	63.04%	65.0%	26.6%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GD	Cadent-London	6.7%	63.04%	65.0%	23.5%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GD	Cadent-WM	6.7%	63.04%	65.0%	24.9%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GD	Cadent-NW	6.7%	63.04%	65.0%	26.1%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GD	NGN	6.7%	63.98%	65.0%	35.0%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GD	SGN - Scotland	6.7%	63.73%	65.0%	35.1%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GD	SGN - Southern	6.7%	63.73%	65.0%	32.2%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GD	WUW	6.7%	63.17%	65.0%	35.8%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GT	NGGT (TO)	6.8%	44.36%	62.5%	64.4%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
GT	NGGT (SO)	6.8%	44.36%	62.5%	37.4%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
ET	NGET (TO)	7.0%	46.89%	60.0%	85.0%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
ET	NGET (SO)	7.0%	46.89%	60.0%	27.9%	2014	£m 09/10	No	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
ET	SPT	7.0%	50.00%	55.0%	90.0%	2014	£m 09/10	Yes	Pre	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%		
ET	SHET	7.0%	50.00%	55.0%	90.0%	2014	£m 09/10	Yes	Pre	2.92%	2.50%	2.15%	1.79%	1.51%	1.16%	1.02%	0.86%		

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
IQI Additional Income										
ENWL			1.6	1.5	1.5	1.5	1.5	1.4	1.5	1.4
NPgN			-0.7	-0.6	-0.6	-0.6	-0.6	-0.5	-0.5	-0.5
NPqY			-0.9	-0.8	-0.8	-0.8	-0.7	-0.7	-0.7	-0.7
UKPN-EPN			-3.3	-3.3	-3.2	-3.1	-3.1	-2.9	-2.9	-2.7
UKPN-LPN			-2.4	-2.4	-2.2	-2.1	-2.2	-2.1	-1.9	-1.8
UKPN-SPN			-2.2	-2.4	-2.2	-2.1	-2.0	-1.9	-1.9	-1.8
SPD			-1.9	-1.8	-1.8	-1.7	-1.7	-1.6	-1.5	-1.4
SPMW			-2.1	-2.2	-2.0	-1.8	-1.8	-1.8	-1.6	-1.5
SSEH			0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2
SSES			0.4	0.4	0.4	0.4	0.3	0.3	0.3	0.3
WPD-EMID			7.1	7.0	6.2	6.3	6.2	6.5	6.8	6.6
WPD-WMID			6.5	6.5	6.3	6.4	6.6	6.8	6.7	6.8
WPD-SWALES			3.7	3.7	3.5	3.7	3.4	3.4	3.3	3.4
WPD-SWEST			5.4	5.4	5.3	5.4	5.3	5.3	5.3	5.6
Cadent-EOE	1.4	1.4	1.4	1.4	1.4	1.4	1.3	1.3		
Cadent-London	1.2	1.2	1.3	1.3	1.3	1.3	1.3	1.3		
Cadent-WM	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8		
Cadent-NW	1.1	1.0	1.0	1.0	1.0	1.0	1.0	1.0		
NGN	3.1	3.2	3.2	3.2	3.0	3.0	3.0	3.0		
SGN - Scotland	2.1	2.0	2.0	2.1	2.1	2.1	2.0	2.0		
SGN - Southern	4.4	4.1	4.1	4.2	4.2	4.2	4.1	4.1		
WUW	1.4	1.4	1.4	1.3	1.3	1.3	1.4	1.4		
NGGT (TO)	-1.1	-1.1	-1.2	-1.6	-1.9	-1.3	-1.1	-1.0		
NGGT (SO)	-0.4	-0.4	-0.3	-0.3	-0.3	-0.3	-0.3	-0.3		
NGET (TO)	15.2	16.3	15.6	14.9	13.0	12.6	11.3	9.8		
NGET (SO)	0.9	0.9	0.9	0.9	0.9	0.8	0.9	0.9		
SPT	11.0	1.3	22.2	7.0	6.9	6.9	7.1	5.3		
SHET	4.8	5.0	5.7	3.8	2.9	2.9	2.9	2.8		

**Version control**  
**NGET (TO)**  
**2019**

Version:

Submission	2	Changes
Submission 1	29/08/2019	n/a
Submission 2	29/08/2019	<p>1. R4 - amended <i>totex allowance</i> on row 13 to agree to the November 2018 PCFM.</p> <p>2. R4 - created an additional enduring value item in row 28 to reflect the assumptions/judgements made in the Costs and Outputs RRP which were previously included in the <i>totex allowance</i> line in item 1 above.</p> <p>3. R9 - amended <i>net additions (after disposals)</i> on row 19 and <i>depreciation</i> on row 22 to agree to the November 2018 PCFM.</p> <p>4. R9 - amended <i>net additions- enduring value adjustment</i> on row 20 and <i>net depreciation-enduring value adjustment</i> on row 23 to include the assumptions/judgements made in the Costs and Outputs RRP which were previously included in the lines in item 3 above.</p> <p>5. R10 - amended the tax allowance values in cells J61 and K61 to equal those in the November 2018 PCFM. This is a correction of a formula error which has no further impact.</p>
Submission 3		
Submission 4		
Submission 5		
Submission 6		
Submission 7		
Submission 8		
Submission 9		
Submission 10		

- [R1 - RoRE](#)
- [R2 - Revenue](#)
- [R3 - Rec to totex](#)
- [R4 - Totex](#)
- [R5 - Output Incentives](#)
- [R6 - Innovation](#)
- [R7 - Financing](#)
- [R8 - Net Debt](#)
- [R9 - RAV](#)
- [R10 - Tax](#)
- [R11 - Dividends](#)
- [R12 - Pensions](#)
- [R13 - Other Activities](#)



**R1 - Return on Regulatory Equity (RoRE)  
NGET (TO)  
2019**

Navigate

Actuals	Actuals	Actuals	Actuals	Actuals	Actuals	Forecast	Forecast
2014	2015	2016	2017	2018	2019	2020	2021

Cumulative to 2019	RIIO-1 period
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**RoRE based on Notional Gearing**

2  
29/08/2019

		2014	2015	2016	2017	2018	2019	2020	2021	Cumulative to 2019	RIIO-1 period
Allowed Equity Return	%	7.0%	7.0%	7.0%	7.0%	7.0%	7.0%	7.0%	7.0%	7.00%	7.00%
Totex outperformance	%	1.2%	2.2%	2.0%	1.6%	1.8%	1.9%	2.2%	2.6%	1.77%	1.94%
IQI Reward	%	0.3%	0.4%	0.3%	0.3%	0.3%	0.3%	0.2%	0.2%	0.31%	0.29%
Network Reliability Incentive	%	0.0%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.06%	0.06%
Stakeholder Satisfaction Output	%	0.1%	0.1%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	0.18%	0.17%
SF6 Emissions	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.03%	0.03%
Environmental Discretionary Reward	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.01%	0.01%
Network Innovation	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.00%	0.00%
Penalties and fines	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	-0.2%	0.0%	-0.02%	-0.05%
<b>RoRE - Operational performance</b>	%	<b>8.7%</b>	<b>9.8%</b>	<b>9.6%</b>	<b>9.2%</b>	<b>9.4%</b>	<b>9.4%</b>	<b>9.5%</b>	<b>10.0%</b>	<b>9.34%</b>	<b>9.45%</b>
Debt performance - at notional gearing	%	2.1%	0.4%	1.1%	2.2%	4.3%	3.5%	0.5%	-1.3%	2.3%	1.6%
Tax performance - at notional gearing	%	-0.7%	-0.4%	-0.7%	-0.8%	-1.0%	-1.0%	0.0%	0.5%	-0.8%	-0.5%
<b>RoRE - including financing and tax</b>	%	<b>10.1%</b>	<b>9.8%</b>	<b>9.9%</b>	<b>10.6%</b>	<b>12.7%</b>	<b>11.8%</b>	<b>10.0%</b>	<b>9.2%</b>	<b>10.9%</b>	<b>10.5%</b>

**RoRE based on Actual Gearing**

		2014	2015	2016	2017	2018	2019	2020	2021	Cumulative to 2019	RIIO-1 period
Allowed Equity Return	%	6.3%	6.6%	6.6%	6.4%	6.4%	6.1%	6.3%	6.7%	6.38%	6.41%
Totex outperformance	%	1.1%	2.1%	1.9%	1.4%	1.6%	1.6%	2.0%	2.5%	1.61%	1.78%
IQI Reward	%	0.3%	0.3%	0.3%	0.3%	0.2%	0.2%	0.2%	0.2%	0.28%	0.26%
Network Reliability Incentive	%	0.0%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.05%	0.05%
Stakeholder Satisfaction Output	%	0.1%	0.1%	0.1%	0.2%	0.2%	0.2%	0.2%	0.2%	0.16%	0.16%
SF6 Emissions	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.03%	0.03%
Environmental Discretionary Reward	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.01%	0.01%
Network Innovation	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	-0.2%	0.0%	0.00%	0.00%
Penalties and fines	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	-0.02%	-0.04%
<b>RoRE - Operational performance</b>	%	<b>7.8%</b>	<b>9.3%</b>	<b>9.0%</b>	<b>8.4%</b>	<b>8.5%</b>	<b>8.2%</b>	<b>8.5%</b>	<b>9.6%</b>	<b>8.52%</b>	<b>8.66%</b>
Debt performance - at actual gearing	%	2.1%	0.5%	1.2%	2.1%	3.9%	3.0%	0.6%	-1.2%	2.19%	1.55%
Tax performance - at actual gearing	%	-0.7%	-0.4%	-0.7%	-0.7%	-0.9%	-0.9%	-0.1%	0.4%	-0.74%	-0.50%
<b>RoRE - including financing and tax</b>	%	<b>9.2%</b>	<b>9.4%</b>	<b>9.4%</b>	<b>9.7%</b>	<b>11.5%</b>	<b>10.4%</b>	<b>9.1%</b>	<b>8.8%</b>	<b>9.97%</b>	<b>9.71%</b>

**RoRE input values**

Input values provided in £m 09/10 prices

		2014	2015	2016	2017	2018	2019	2020	2021	Cumulative to 2019	RIIO-1 period
Equity Return on the RAV	£m 09/10	242.3	250.3	257.9	265.8	271.7	275.2	280.9	291.1	1,563.3	2,135.3
Totex outperformance	£m 09/10	41.5	78.2	72.7	60.1	69.6	72.9	89.5	107.4	395.0	591.9
IQI Reward	£m 09/10	11.7	12.9	12.5	11.9	10.6	10.2	9.1	8.2	69.7	87.0
Network Reliability Incentive	£m 09/10	1.5	2.4	2.5	2.5	2.2	2.3	2.3	2.3	13.5	18.1
Stakeholder Satisfaction Output	£m 09/10	4.3	4.9	5.8	8.6	8.2	7.8	6.7	6.7	39.6	53.1
SF6 Emissions	£m 09/10	1.2	1.6	1.6	0.9	1.8	0.4	1.3	1.3	7.4	9.9
Environmental Discretionary Reward	£m 09/10	-	1.3	-	0.3	0.3	0.2	0.4	0.4	2.1	2.8
Network Innovation	£m 09/10	-	-	-	-	-	-	-	-	-	-
Penalties and fines	£m 09/10	(0.5)	(0.6)	(0.6)	(0.6)	(0.8)	(1.2)	(9.1)	(0.8)	(4.4)	(14.3)
<b>RoRE - Operational performance</b>	£m 09/10	<b>302.0</b>	<b>351.0</b>	<b>352.2</b>	<b>349.4</b>	<b>363.6</b>	<b>367.8</b>	<b>381.1</b>	<b>416.4</b>	<b>2,086.2</b>	<b>2,883.7</b>
Debt performance - at notional gearing	£m 09/10	71.7	14.0	41.0	81.9	168.4	135.9	21.8	(54.9)	513.1	480.0
Debt performance - impact of actual gearing	£m 09/10	8.8	5.7	5.5	5.4	(1.0)	(0.2)	6.8	4.1	24.3	35.2
Tax performance - at notional gearing	£m 09/10	(24.8)	(13.8)	(27.6)	(28.6)	(40.3)	(38.3)	(2.0)	19.8	(173.3)	(155.5)
Tax performance - impact of actual gearing	£m 09/10	(3.3)	(1.6)	(1.8)	(1.8)	0.3	0.1	(2.2)	(1.2)	(8.1)	(11.5)
<b>RoRE - including financing and tax</b>	£m 09/10	<b>354.5</b>	<b>355.4</b>	<b>369.4</b>	<b>406.3</b>	<b>491.1</b>	<b>465.3</b>	<b>405.7</b>	<b>384.2</b>	<b>2,442.1</b>	<b>3,232.0</b>
NPV-neutral equity element of RAV	£m 09/10	3,461.8	3,576.2	3,683.8	3,797.5	3,882.0	3,931.7	4,013.3	4,157.9		
Equity RAV based on actual gearing	£m 09/10	3,860.3	3,765.1	3,922.8	4,176.9	4,279.2	4,485.8	4,464.6	4,342.3		





		Actuals	Actuals	Actuals	Actuals	Actuals	Actuals	Forecast	Forecast			
		2014	2015	2016	2017	2018	2019	2020	2021	Cumulative to 2019	RIIO-1 period	Enduring Value Appendix in Commentary
<b>Totex per the latest RRP submission</b>		2										
		29/08/2019										
<b>Totex</b>												
	Latest Totex actuals/forecast	Em 09/10	1,204.7	904.6	972.0	909.8	837.5	804.4	1,024.0	1,145.1	5,633.0	7,802.1
	Totex allowance including allowed adjustments and uncertainty mechanisms	Em 09/10	1,537.1	1,351.8	1,196.4	1,169.3	1,211.1	1,372.9	1,112.7	999.7	7,838.7	9,951.1
	<b>Totex out(under)performance</b>	Em 09/10	332.4	447.3	224.4	259.5	373.6	568.5	88.7	(145.4)	2,205.7	2,149.0
	Funding Adjustment Rate (often referred to as 'sharing factor')	%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%
	Customer share of out(under) performance	Em 09/10	176.5	237.5	119.2	137.8	198.4	301.9	47.1	(77.2)	1,171.5	1,141.3
	NWO share of performance	Em 09/10	155.9	209.7	105.2	121.7	175.2	266.6	41.6	(68.2)	1,034.3	1,007.7
<b>Enduring Value adjustments to Totex performance</b>												
a	Rephasing allowances (WHVDC)	Em 09/10	5.7	(133.5)	(60.6)	98.4	53.3	13.8	22.9	0.0	(22.9)	(0.0)
b	Excluded services true-up	Em 09/10	(67.1)	(4.4)	(44.3)	(65.0)	(56.8)	(7.4)	27.8	14.4	(245.0)	(202.8)
c	Remove cartel settlement performance	Em 09/10	0.0	(94.7)	(10.0)	0.0	0.0	0.0	0.0	0.0	(104.7)	(104.7)
d	T1+2 Output Performance (Load)	Em 09/10	(6.4)	0.3	11.6	0.3	1.4	(60.0)	(187.9)	(288.5)	(52.7)	(529.2)
e	Rephasing Allowances	Em 09/10	(234.9)	(69.7)	88.0	(46.4)	(59.6)	(228.9)	133.1	418.3	(551.5)	(0.0)
f	T1+2 Output spend (Non Load) 40m mid point between range of 30-	Em 09/10	0.0	0.0	0.0	0.0	0.0	(10.2)	(10.2)	(10.2)	(10.2)	(30.5)
g	Additional allowances included in RRP	Em 09/10	58.9	21.4	-54.1	-118.7	-163.6	(120.4)	116.5	240.3	(376.4)	(19.6)
	<b>Total enduring value adjustments</b>	Em 09/10	(243.8)	(280.5)	(69.5)	(131.4)	(225.2)	(413.0)	102.2	374.4	(1,363.3)	(886.7)
	Enduring Value: Customer share of performance	Em 09/10	(129.5)	(149.0)	(36.9)	(69.8)	(119.6)	(219.3)	54.3	198.8	(724.1)	(470.9)
	Enduring Value: NWO share of performance	Em 09/10	(114.3)	(131.5)	(32.6)	(61.6)	(105.6)	(193.7)	47.9	175.6	(639.3)	(415.8)
<b>Total out(under) performance (including enduring value adjustments)</b>												
	Customer share of performance	Em 09/10	47.0	88.6	82.3	68.0	78.8	82.6	101.4	121.6	447.4	670.4
	NWO share of performance	Em 09/10	41.5	78.2	72.7	60.1	69.6	72.9	89.5	107.4	395.0	591.9
	<b>Total</b>	<b>Em 09/10</b>	<b>88.6</b>	<b>166.8</b>	<b>155.0</b>	<b>128.1</b>	<b>148.4</b>	<b>155.5</b>	<b>190.9</b>	<b>229.0</b>	<b>842.4</b>	<b>1,262.3</b>
<b>n/a</b>												
	Latest Totex actuals/forecast	Em 09/10									-	-
	Totex allowance including allowed adjustments and uncertainty mechanisms	Em 09/10									-	-
	<b>Totex out(under)performance</b>	Em 09/10	-	-	-	-	-	-	-	-	-	-
	Funding Adjustment Rate (often referred to as 'sharing factor')	%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%
	Customer share of out(under) performance	Em 09/10	-	-	-	-	-	-	-	-	-	-
	NWO share of performance	Em 09/10	-	-	-	-	-	-	-	-	-	-
<b>Enduring Value adjustments to Totex performance</b>												
a	[Enduring Value adjustment]	Em 09/10									-	-
b	[Enduring Value adjustment]	Em 09/10									-	-
c	[Enduring Value adjustment]	Em 09/10									-	-
d	[Enduring Value adjustment]	Em 09/10									-	-
e	[Enduring Value adjustment]	Em 09/10									-	-
f	[Enduring Value adjustment]	Em 09/10									-	-
	<b>Total enduring value adjustments</b>	Em 09/10	-	-	-	-	-	-	-	-	-	-
	Enduring Value: Customer share of performance	Em 09/10	-	-	-	-	-	-	-	-	-	-
	Enduring Value: NWO share of performance	Em 09/10	-	-	-	-	-	-	-	-	-	-
<b>Total out(under) performance (including enduring value adjustments)</b>												
	Customer share of performance	Em 09/10	-	-	-	-	-	-	-	-	-	-
	NWO share of performance	Em 09/10	-	-	-	-	-	-	-	-	-	-
	<b>Total</b>	<b>Em 09/10</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Totex Summary</b>												
<b>Total out(under) performance (including enduring value adjustments)</b>												
	Customer share of performance	Em 09/10	47.0	88.6	82.3	68.0	78.8	82.6	101.4	121.6	447.4	670.4
	NWO share of performance	Em 09/10	41.5	78.2	72.7	60.1	69.6	72.9	89.5	107.4	395.0	591.9
	<b>Total</b>	<b>Em 09/10</b>	<b>88.6</b>	<b>166.8</b>	<b>155.0</b>	<b>128.1</b>	<b>148.4</b>	<b>155.5</b>	<b>190.9</b>	<b>229.0</b>	<b>842.4</b>	<b>1,262.3</b>
<b>IQI Additional Income</b>												
Additional Income is Pre-tax for Fast Track companies and Post-tax for Slow Track.												
	IQI Additional Income per PCFM	Em 09/10	15.2	16.3	15.6	14.9	13.0	12.6	11.3	9.8	87.6	108.7
	Corporation tax rate when recognised in allowed revenue	%	23%	21%	20%	20%	19%	19%	19%	17%		
	Post tax	Em 09/10	11.7	12.9	12.5	11.9	10.6	10.2	9.1	8.2	69.7	87.0

**£m Nominal**

Financial Year Average RPI (RPIt)	Index	1,167	1,190	1,202	1,228	1,274	1,313	1,347	1,385
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**Totex**

Latest Totex actuals/forecast	£m nominal	1,405.6	1,076.0	1,168.7	1,117.4	1,067.0	1,056.2	1,379.8	1,585.9	6,890.9	9,856.6
Totex allowance including forecast allowed adjustments and uncertainty mechanisms	£m nominal	1,793.4	1,608.1	1,438.6	1,436.1	1,543.0	1,802.6	1,499.4	1,384.5	9,621.7	12,505.6
<b>Totex out(under)performance</b>	£m nominal	387.8	532.1	269.9	318.7	476.0	746.4	119.5	(201.4)	2,730.9	2,649.0
Funding Adjustment Rate (often referred to as 'sharing factor')	%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%		
Customer share of out(under) performance	£m nominal	206.0	282.6	143.3	169.3	252.8	396.4	63.5	(107.0)	1,450.4	1,406.9
NWO share of performance	£m nominal	181.8	249.5	126.5	149.4	223.2	350.0	56.0	(94.4)	1,280.5	1,242.1
<b>Enduring Value adjustments to Totex performance</b>											
a Rephasing allowances (WHVDC)	£m nominal	6.6	(158.8)	(72.9)	120.9	67.9	18.2	30.8	-	(18.1)	12.7
b Excluded services true-up	£m nominal	(78.3)	(5.2)	(53.3)	(79.8)	(72.3)	(9.7)	37.5	19.9	(298.7)	(241.3)
c Remove cartel settlement performance	£m nominal	-	(112.6)	(12.0)	-	-	-	-	-	(124.6)	(124.6)
d T1+2 Output Performance (Load)	£m nominal	(7.4)	0.3	14.0	0.4	1.8	(78.8)	(253.3)	(399.5)	(69.7)	(722.5)
e Rephasing Allowances	£m nominal	(274.1)	(82.9)	105.8	(56.9)	(75.9)	(300.6)	179.4	579.3	(684.6)	74.1
f T1+2 Output spend (Non Load) 40m mid point between range of 30-40m	£m nominal	-	-	-	-	-	(13.3)	(13.7)	(14.1)	(13.3)	(41.1)
g Additional allowances included in RRP	£m nominal	68.7	25.5	(65.0)	(145.8)	(208.4)	(158.1)	157.0	332.8	(483.1)	6.8
<b>Total enduring value adjustments</b>	£m nominal	(284.5)	(333.6)	(83.5)	(161.3)	(286.9)	(542.3)	137.8	518.5	(1,692.1)	(1,035.9)
Enduring Value: Customer share of performance	£m nominal	(151.1)	(177.2)	(44.4)	(85.7)	(152.4)	(288.0)	73.2	275.4	(898.7)	(550.2)
Enduring Value: NWO share of performance	£m nominal	(133.4)	(156.4)	(39.2)	(75.7)	(134.5)	(254.3)	64.6	243.1	(793.4)	(485.7)
<b>Total out(under) performance (including enduring value adjustments)</b>											
Customer share of performance	£m nominal	54.9	105.4	99.0	83.6	100.4	108.4	136.6	168.4	551.7	856.7
NWO share of performance	£m nominal	48.5	93.0	87.4	73.8	88.7	95.7	120.6	148.7	487.1	756.4
<b>Total</b>	<b>£m nominal</b>	<b>103.4</b>	<b>198.4</b>	<b>186.4</b>	<b>157.4</b>	<b>189.1</b>	<b>204.1</b>	<b>257.3</b>	<b>317.1</b>	<b>1,038.7</b>	<b>1,613.1</b>

**n/a**

Latest Totex actuals/forecast	£m nominal	-	-	-	-	-	-	-	-	-	-
Totex allowance including forecast allowed adjustments and uncertainty mechanisms	£m nominal	-	-	-	-	-	-	-	-	-	-
<b>Totex out(under)performance</b>	£m nominal	-	-	-	-	-	-	-	-	-	-
Funding Adjustment Rate (often referred to as 'sharing factor')	%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%	53.11%		
Customer share of out(under) performance	£m nominal	-	-	-	-	-	-	-	-	-	-
NWO share of performance	£m nominal	-	-	-	-	-	-	-	-	-	-
<b>Enduring Value adjustments to Totex performance</b>											
a [Enduring Value adjustment]	£m nominal	-	-	-	-	-	-	-	-	-	-
b [Enduring Value adjustment]	£m nominal	-	-	-	-	-	-	-	-	-	-
c [Enduring Value adjustment]	£m nominal	-	-	-	-	-	-	-	-	-	-
d [Enduring Value adjustment]	£m nominal	-	-	-	-	-	-	-	-	-	-
e [Enduring Value adjustment]	£m nominal	-	-	-	-	-	-	-	-	-	-
f [Enduring Value adjustment]	£m nominal	-	-	-	-	-	-	-	-	-	-
<b>Total enduring value adjustments</b>	£m nominal	-	-	-	-	-	-	-	-	-	-
Enduring Value: Customer share of performance	£m nominal	-	-	-	-	-	-	-	-	-	-
Enduring Value: NWO share of performance	£m nominal	-	-	-	-	-	-	-	-	-	-
<b>Total out(under) performance (including enduring value adjustments)</b>											
Customer share of performance	£m nominal	-	-	-	-	-	-	-	-	-	-
NWO share of performance	£m nominal	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>£m nominal</b>	<b>-</b>									

**Totex Summary**

<b>Total out(under) performance (including enduring value adjustments)</b>											
Customer share of performance	£m nominal	54.9	105.4	99.0	83.6	100.4	108.4	136.6	168.4	551.7	856.7
NWO share of performance	£m nominal	48.5	93.0	87.4	73.8	88.7	95.7	120.6	148.7	487.1	756.4
<b>Total</b>	<b>£m nominal</b>	<b>103.4</b>	<b>198.4</b>	<b>186.4</b>	<b>157.4</b>	<b>189.1</b>	<b>204.1</b>	<b>257.3</b>	<b>317.1</b>	<b>1,038.7</b>	<b>1,613.1</b>

**R5 - Output Incentives**  
**NGET (TO)**  
**2019**

Navigate

Actuals	Actuals	Actuals	Actuals	Actuals	Actuals	Forecast	Forecast		
2014	2015	2016	2017	2018	2019	2020	2021	Cumulative to 2019	RIIO-1 period

**Pre-tax Earned Incentives** (Actuals may be updated once all incentives are determined) 2  
 These values exclude any inflation, interest or time value of money adjustments 29/08/2019

	£m 09/10	2014	2015	2016	2017	2018	2019	2020	2021	Cumulative to 2019	RIIO-1 period
a Network Reliability Incentive	£m 09/10	1.9	3.0	3.1	3.1	2.7	2.8	2.8	2.8	16.6	22.1
b Stakeholder Satisfaction Output	£m 09/10	5.4	6.2	7.1	10.6	10.2	9.4	8.1	8.1	48.8	65.0
c SF6 Emissions	£m 09/10	1.5	2.0	2.0	1.1	2.3	0.4	1.5	1.5	9.2	12.2
d Environmental Discretionary Reward	£m 09/10	0.0	1.7	0.0	0.3	0.3	0.3	0.4	0.4	2.6	3.5
e	£m 09/10									-	-
f	£m 09/10									-	-
g	£m 09/10									-	-
<b>Earned Incentive revenue</b>	<b>£m 09/10</b>	<b>8.7</b>	<b>12.8</b>	<b>12.1</b>	<b>1</b>	<b>15.5</b>	<b>12.9</b>	<b>12.9</b>	<b>12.9</b>	<b>77.1</b>	<b>102.8</b>

**Additional Commentary**

a	
b	
c	
d	
e	
f	
g	

**Post-tax Earned Incentives** (Actuals may be updated once all incentives are determined)

Year tax paid when incentive recognised in allowed revenue. Select from dropdown in Column C

- 
- t+0
- t+1
- t+2
- t+3

	£m 09/10	2014	2015	2016	2017	2018	2019	2020	2021	Cumulative to 2019	RIIO-1 period
a Network Reliability Incentive	£m 09/10	1.5	2.4	2.5	2.5	2.2	2.3	2.3	2.3	13.5	18.1
b Stakeholder Satisfaction Output	£m 09/10	4.3	4.9	5.8	8.6	8.2	7.8	6.7	6.7	39.6	53.1
c SF6 Emissions	£m 09/10	1.2	1.6	1.6	0.9	1.8	0.4	1.3	1.3	7.4	9.9
d Environmental Discretionary Reward	£m 09/10	-	1.3	-	0.3	0.3	0.2	0.4	0.4	2.1	2.8
e	£m 09/10	-	-	-	-	-	-	-	-	-	-
f	£m 09/10	-	-	-	-	-	-	-	-	-	-
g	£m 09/10	-	-	-	-	-	-	-	-	-	-
<b>Post-Tax Earned Incentive revenue</b>	<b>£m 09/10</b>	<b>7.0</b>	<b>10.3</b>	<b>9.8</b>	<b>12.2</b>	<b>12.5</b>	<b>10.7</b>	<b>10.7</b>	<b>10.7</b>	<b>62.5</b>	<b>83.9</b>

a	Network Reliability Incentive	£m 09/10	1.9	3.0	3.1	3.1	2.7	2.8	2.8	2.8	16.6	22.1
	Corporation tax rate when recognised in allowed revenue	t+2	20%	20%	19%	19%	19%	17%	17%	17%		
	Post tax		<b>1.5</b>	<b>2.4</b>	<b>2.5</b>	<b>2.5</b>	<b>2.2</b>	<b>2.3</b>	<b>2.3</b>	<b>2.3</b>	<b>13.5</b>	<b>18.1</b>
b	Stakeholder Satisfaction Output	£m 09/10	5.4	6.2	7.1	10.6	10.2	9.4	8.1	8.1	48.8	65.0
	Corporation tax rate when recognised in allowed revenue	t+2	20%	20%	19%	19%	19%	17%	17%	17%		
	Post tax		<b>4.3</b>	<b>4.9</b>	<b>5.8</b>	<b>8.6</b>	<b>8.2</b>	<b>7.8</b>	<b>6.7</b>	<b>6.7</b>	<b>39.6</b>	<b>53.1</b>
c	SF6 Emissions	£m 09/10	1.5	2.0	2.0	1.1	2.3	0.4	1.5	1.5	9.2	12.2
	Corporation tax rate when recognised in allowed revenue	t+2	20%	20%	19%	19%	19%	17%	17%	17%		
	Post tax		<b>1.2</b>	<b>1.6</b>	<b>1.6</b>	<b>0.9</b>	<b>1.8</b>	<b>0.4</b>	<b>1.3</b>	<b>1.3</b>	<b>7.4</b>	<b>9.9</b>
d	Environmental Discretionary Reward	£m 09/10	-	1.7	-	0.3	0.3	0.3	0.4	0.4	2.6	3.5
	Corporation tax rate when recognised in allowed revenue	t+2	20%	20%	19%	19%	19%	17%	17%	17%		
	Post tax		-	<b>1.3</b>	-	<b>0.3</b>	<b>0.3</b>	<b>0.2</b>	<b>0.4</b>	<b>0.4</b>	<b>2.1</b>	<b>2.8</b>
e	Corporation tax rate when recognised in allowed revenue	£m 09/10	-	-	-	-	-	-	-	-	-	-
	Post tax		-	-	-	-	-	-	-	-	-	-
f	Corporation tax rate when recognised in allowed revenue	£m 09/10	-	-	-	-	-	-	-	-	-	-
	Post tax		-	-	-	-	-	-	-	-	-	-
g	Corporation tax rate when recognised in allowed revenue	£m 09/10	-	-	-	-	-	-	-	-	-	-
	Post tax	t+1	21%	20%	20%	19%	19%	19%	17%	17%	-	-

**Impact on Allowed Revenue within RIIO-1**

This table shows the impact on allowed revenue in the relevant year - with actuals (subject to determination) and forecasts thereafter.  
 The cells above the allowed revenue indicate the year of performance

a	Network Reliability Incentive	Performance Year	Pre-RIIO	Pre-RIIO	2014	2015	2016	2017	2018	2019
		£m nominal	12.4	-	2.4	3.9	4.0	4.1	3.8	4.0
b	Stakeholder Satisfaction Output	Performance Year	Pre-RIIO	Pre-RIIO	2014	2015	2016	2017	2018	2019
		£m nominal	-	-	6.3	7.4	8.6	13.1	13.1	12.6
c	SF6 Emissions	Performance Year	Pre-RIIO	Pre-RIIO	2014	2015	2016	2017	2018	2019
		£m nominal	-	-	1.9	2.5	2.6	1.4	3.1	0.6
d	Environmental Discretionary Reward	Performance Year	Pre-RIIO	Pre-RIIO	2014	2015	2016	2017	2018	2019
		£m nominal	-	-	-	2.0	-	0.4	0.4	0.4
e		Performance Year	2014	2015	2016	2017	2018	2019	2020	2021
		£m nominal								
f		Performance Year	2014	2015	2016	2017	2018	2019	2020	2021
		£m nominal								
g		Performance Year	Pre-RIIO	2014	2015	2016	2017	2018	2019	2020
		£m nominal								
<b>Total Impact on Allowed Revenue</b>		<b>£m nominal</b>	<b>12.4</b>	<b>-</b>	<b>10.6</b>	<b>15.9</b>	<b>15.2</b>	<b>19.0</b>	<b>20.3</b>	<b>17.5</b>

**Additional Commentary**

a  
b  
c  
d  
e  
f  
g

**R6 - Innovation  
NGET (TO)  
2019**

Navigate

	Actuals 2014	Actuals 2015	Actuals 2016	Actuals 2017	Actuals 2018	Actuals 2019	Forecast 2020	Forecast 2021
<b>Network Innovation Allowance</b>								
Eligible NIA expenditure and Bid Preparation costs	5.6	6.8	7.5	5.3	4.6	7.4	4.9	2.9
Unrecoverable Expenditure (eg not conforming to technical requirements)	0.6	0.7	0.8	0.5	0.5	0.7	0.5	0.3
Company Compulsory Contribution (including % contribution funded by licensee)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Allowed NIA adjustment</b>	<b>5.1</b>	<b>6.1</b>	<b>6.8</b>	<b>4.7</b>	<b>4.1</b>	<b>6.7</b>	<b>4.4</b>	<b>2.6</b>
<b>Low Carbon Networks Fund</b>								
Second Tier and Discretionary (as per latest Revenue RRP)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
First Tier Funding Mechanism (as per latest Revenue RRP)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Low Carbon Networks Fund revenue adjustment</b>	<b>0.00</b>	<b>0.00</b>						
<b>Network Innovation Competition</b>								
Awarded NIC funding actually spent or forecast to be spent	0.0	0.0	(0.0)	0.2	0.4	0.7	9.6	0.7
Company Compulsory Contribution (including % contribution funded by licensee)	0.0	0.1	(0.0)	0.2	0.5	0.9	11.8	0.8
Successful Delivery Rewards	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>RoRE Inputs</b>								
Network innovation	0.5	0.6	0.6	0.6	0.8	1.2	9.1	0.8

**R7 - Financing**  
**NGET (TO)**  
**2019**

Navigate

**Net Interest Per Statutory Accounts**

**Reconciliation with Statutory Accounts**

- Interest not qualifying for corporation tax relief
- Fair value adjustments (e.g. losses on derivatives)
- Dividends on preference shares
- Costs of early redemption on long term debt
- Swap Termination Costs paid
- Movements relating to pension fund liabilities reported within net interest
- Debt issuance expenses (inc. amortisation to discounts that had previously benefitted from a tax deduction)
- Commitment fees for undrawn liquidity backup lines
- Allocated to NGET (SO) (regulated basis)
- Capitalised interest added back
- Provision unwind added back
- Rounding adjustment
- Customer debt
- Exceptional Costs of early redemption on long term debt- TBC
- 7. Other adjustment (Overwrite)
- 8. Other adjustment (Overwrite)
- 9. Other adjustment (Overwrite)

**Net Interest Per Regulatory (RIIO-1) Definition**

Forecast new financing/refinancing costs

**Net Interest including forecast new financing/refinancing costs**

- External Net Interest
- Intra-company Net Interest

Memo: Net interest (RIIO-1) Definition that relates to non-cash principal inflation accretion on bonds and loans

Less inflation in interest charge

Assumed Regulatory finance cost at actual gearing

Financial Year Average RPI (RPIt)

**Assumed regulatory finance cost at actual gearing**

**Adjustments to be applied to Assumed Finance cost for performance assessment**

- Add back Debt Issuance expenses
- Costs of early redemption on long term debt (excluding exceptional costs of buy backs associated with M&A activity)
- Add accrual for inflation accretion on index-linked swaps (if applicable)
- Other Adjustments [please specify]

**Total Adjustments to be applied for performance assessment (at actual gearing)**

**Total Adjustments to be applied for performance assessment (at actual gearing)**

	Actuals 2014	Actuals 2015	Actuals 2016	Actuals 2017	Actuals 2018	Actuals 2019	Forecast 2020	Forecast 2021	Cumulative to 2019	RIIO-1 period
2	176.0	252.0	139.0	660.0	179.1	158.9	189.7	160.6		
29/08/2019										
£m nominal	-	-	-	-	-	-	-	-	-	-
£m nominal	12.0	(43.0)	(12.0)	(19.0)	8.6	(2.5)	(2.5)	(2.5)		
£m nominal	-	(63.0)	-	(481.0)	-	-	-	-		
£m nominal	-	-	-	-	-	-	-	-		
£m nominal	(26.0)	(19.0)	(14.0)	(7.0)	(11.0)	2.0	2.0	2.0		
£m nominal	-	-	-	-	-	-	-	-		
£m nominal	(4.0)	(1.3)	(1.3)	(1.1)	(1.5)	(2.7)	(2.7)	(2.7)		
£m nominal	(2.9)	(2.5)	(2.3)	(2.5)	(3.4)	(2.1)	-	-		
£m nominal	119.0	94.0	91.0	84.0	90.2	71.9	71.9	71.9		
£m nominal	(4.0)	(3.0)	(4.0)	(4.0)	(1.5)	(1.2)	(1.2)	(1.2)		
£m nominal	0.2	(1.8)	1.2	(0.5)	(0.2)	-	-	-		
£m nominal	-	9.7	-	-	-	-	-	-		
£m nominal	-	-	-	-	-	-	-	-		
£m nominal	-	-	-	-	-	-	-	-		
£m nominal	-	-	-	-	-	-	-	-		
£m nominal	-	-	-	-	-	-	-	-		
£m nominal	<b>270.3</b>	<b>222.1</b>	<b>197.6</b>	<b>228.9</b>	<b>260.2</b>	<b>224.3</b>	<b>257.2</b>	<b>228.1</b>		
£m nominal	-	-	-	-	-	-	46.4	174.7		
£m nominal	<b>270.3</b>	<b>222.1</b>	<b>197.6</b>	<b>228.9</b>	<b>260.2</b>	<b>224.3</b>	<b>303.6</b>	<b>402.8</b>		
£m nominal	256.3	213.1	190.6	220.1	243.2	198.3	282.2	389.0		
£m nominal	14.0	9.0	7.0	8.8	17.0	26.0	21.4	13.8		
	OK	OK								
£m nominal	70.8	51.4	31.3	79.1	132.4	100.4	88.7	91.5		
£m nominal	169.9	131.0	74.9	151.7	274.8	226.1	207.9	244.2		
£m nominal	100.5	91.1	122.7	77.2	(14.6)	(1.8)	95.7	158.6		
Index	1.167	1.190	1.202	1.228	1.274	1.313	1.347	1.385		
<b>£m 09/10</b>	<b>86.1</b>	<b>76.6</b>	<b>102.1</b>	<b>62.8</b>	<b>(11.4)</b>	<b>(1.4)</b>	<b>71.0</b>	<b>114.5</b>	<b>314.8</b>	<b>500.3</b>
£m nominal	-	-	-	-	-	-	-	-	-	-
£m nominal	-	<b>63.0</b>	-	-	-	-	-	-	<b>63.0</b>	<b>63.0</b>
£m nominal	-	-	-	-	-	-	-	-	-	-
£m nominal	-	-	-	-	-	-	-	-	-	-
£m nominal	-	-	-	-	-	-	-	-	-	-
£m nominal	-	-	-	-	-	-	-	-	-	-
<b>£m nominal</b>	<b>-</b>	<b>63.0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>63.0</b>	<b>63.0</b>
<b>£m 09/10</b>	<b>-</b>	<b>53.0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>53.0</b>	<b>53.0</b>

**Cost of Debt out(under)performance at notional gearing**

Performance against allowance is impacted by deviating from notional levels of gearing

Notional Gearing	%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%		
Actual Gearing	%	55.4%	57.9%	57.4%	56.0%	55.9%	54.4%	55.5%	58.2%		
Assumed regulatory finance cost at actual gearing	£m nominal	100.5	91.1	122.7	77.2	(14.6)	(1.8)	95.7	158.6		
Adjustment to regulatory finance cost relating to variance from notional gearing	£m nominal	8.4	3.3	5.6	5.5	(1.1)	(0.2)	7.8	4.8		
Assumed regulatory finance cost at notional gearing	£m nominal	108.8	94.5	128.3	82.7	(15.6)	(2.0)	103.4	163.4		
<b>Assumed regulatory finance cost at notional gearing</b>	<b>£m 09/10</b>	<b>93.3</b>	<b>79.4</b>	<b>106.7</b>	<b>67.3</b>	<b>(12.3)</b>	<b>(1.6)</b>	<b>76.8</b>	<b>118.0</b>	<b>332.9</b>	<b>527.7</b>
Adjustments to be applied for performance assessment (at notional gearing)	£m 09/10	-	54.9	-	-	-	-	-	-	54.9	54.9

**Cost of Debt Allowance**

The latest published PCFM contains the allowed cost of debt rate (%) for the reporting year. However, the RAV does not account for the reporting year actual expenditure and additional allowances. Consequently the return element of revenue does not currently reflect the monetary allowance. This is updated and available in the forthcoming annual iteration process. To address this timing issue, network operators should forecast the allowance in row 79 (linked to R9-RAV table) - which will be trued-up over time.

Cost of Debt Allowance as per latest published PCFM (prior year AIP)	£m 09/10	152.4	148.3	144.1	139.6	133.2	118.8	102.0			
Forecast revised Cost of Debt Allowance	£m 09/10	151.6	145.9	140.9	135.6	129.3	112.6	95.1	71.1	815.9	982.1

**Out(under) performance****Pre-Tax performance**

Pre-Tax Cost of Debt out(under)performance at actual gearing	£m 09/10	65.5	16.3	38.8	72.7	140.7	114.1	24.1	(43.4)	448.2	428.8
Pre-Tax Cost of Debt out(under)performance at notional gearing	£m 09/10	58.3	11.6	34.2	68.3	141.5	114.2	18.3	(46.9)	428.1	399.6
Pre-Tax Impact on out(under) performance relating to deviating from notional levels of gearing	£m 09/10	7.2	4.7	4.6	4.5	(0.8)	(0.1)	5.8	3.5	20.0	29.3

**R8 - Net Debt**  
**NGET (TO)**  
**2019**

Navigate

		Actuals 2014	Actuals 2015	Actuals 2016	Actuals 2017	Actuals 2018	Actuals 2019	Forecast 2020	Forecast 2021
Opening Cash, short term deposits and overdrafts (per Balance Sheet)	2	3.0	(317.0)	(480.0)	(427.0)	(366.0)	(234.0)	(284.0)	(284.0)
	29/08/2019								
Closing Cash, short term deposits and overdrafts (per Balance Sheet)	£m nominal	(317.0)	(480.0)	(427.0)	(366.0)	(234.0)	(284.0)	(284.0)	(284.0)
External borrowings, bonds, external loans and finance leases (+ve)	£m nominal	5,831.0	5,758.0	6,327.0	6,268.0	5,657.1	5,647.7	5,461.2	5,022.3
Loans from other group companies (+ve)	£m nominal	717.0	1,364.0	866.0	1,111.0	1,930.7	1,748.0	1,006.2	175.2
Loans to other group companies (-ve)	£m nominal	(0.7)	(0.7)	(0.7)	(0.7)	(0.7)	(0.7)	(0.7)	(0.7)
Other amounts due to/(from) group companies per Balance Sheet	£m nominal	-	-	-	-	-	-	-	-
Guarantees given on behalf of other group companies (per Notes to the Acc	£m nominal	-	-	-	-	-	-	-	-
Currency SWAPS	£m nominal	-	-	-	-	(5.6)	(18.1)	(34.0)	(28.7)
Interest rate SWAPS	£m nominal	-	-	-	-	(51.9)	34.3	29.6	25.3
Inflation-linked SWAPS	£m nominal	-	-	-	-	157.5	137.2	137.2	137.2
Interest Rate Forward Contracts	£m nominal	-	-	-	-	-	-	-	-
Foreign exchange forward rate contracts	£m nominal	-	-	-	-	-	-	-	-
Other swaps, forward rate contracts & OTC options	£m nominal	184.0	282.0	253.0	213.0	96.0	116.6	35.9	35.9
Other derivatives including exchange traded futures and options	£m nominal	-	-	-	-	-	-	-	-
<b>Total Debt per Statutory Accounts</b>	<b>£m nominal</b>	<b>6,414.3</b>	<b>6,923.3</b>	<b>7,018.3</b>	<b>7,225.3</b>	<b>7,549.2</b>	<b>7,381.0</b>	<b>6,351.4</b>	<b>5,082.5</b>
<b>Conversion to Regulatory (RIIO-1) Definition of Net Debt</b>									
Unamortised Issue Costs	£m nominal	-	-	-	-	-	-	-	-
Fixed asset investments not readily convertible to cash	£m nominal	-	-	-	-	-	-	-	-
Preference shares	£m nominal	-	-	-	-	-	-	-	-
Long term loans (Not for benefit of regulated business or distribution in nat	£m nominal	-	-	-	-	-	-	-	-
1. Allocated to ESO	£m nominal	(64.7)	(73.0)	(77.4)	(86.5)	(95.9)	(99.3)	-	-
2. Fair value adjustments	£m nominal	(93.0)	(180.0)	(175.0)	(51.0)	(39.0)	(41.0)	(41.0)	(41.0)
3. Accrued interest	£m nominal	(64.8)	(60.0)	(60.0)	(43.0)	(43.0)	(44.0)	(44.0)	(44.0)
4. Derivatives - other than cross currency swaps	£m nominal	(62.2)	(169.0)	(161.0)	(222.0)	(107.0)	(179.0)	(179.0)	(179.0)
5. Rounding	£m nominal	-	-	-	-	-	-	-	-
6. [Insert adjustment as necessary]	£m nominal	-	-	-	-	-	-	-	-
7. [Insert adjustment as necessary]	£m nominal	-	-	-	-	-	-	-	-
8. [Insert adjustment as necessary]	£m nominal	-	-	-	-	-	-	-	-
9. [Insert adjustment as necessary]	£m nominal	-	-	-	-	-	-	-	-
10. [Insert adjustment as necessary]	£m nominal	-	-	-	-	-	-	-	-
11. [Insert adjustment as necessary]	£m nominal	-	-	-	-	-	-	-	-
12. [Insert adjustment as necessary]	£m nominal	-	-	-	-	-	-	-	-
<b>Total Net Debt per Regulatory (RIIO-1) definition</b>	£m nominal	<b>6,129.6</b>	<b>6,441.3</b>	<b>6,544.9</b>	<b>6,822.8</b>	<b>7,264.2</b>	<b>7,017.7</b>	<b>6,087.4</b>	<b>4,818.5</b>
Forecast new debt/refinancing	£m nominal	-	-	-	-	-	-	2,168.0	3,955.7
<b>Regulatory Net Debt including forecast new debt/refinancing</b>	£m nominal	<b>6,129.6</b>	<b>6,441.3</b>	<b>6,544.9</b>	<b>6,822.8</b>	<b>7,264.2</b>	<b>7,017.7</b>	<b>8,255.4</b>	<b>8,774.2</b>
		OK	OK						
Opening Regulatory Net Debt including forecast new debt/refinancing	£m nominal	5,333.0	6,129.6	6,441.3	6,544.9	6,822.8	7,264.2	7,017.7	8,255.4
Closing Regulatory Net Debt including forecast new debt/refinancing	£m nominal	6,129.6	6,441.3	6,544.9	6,822.8	7,264.2	7,017.7	8,255.4	8,774.2

**Allocation of net debt (Per regulatory definition. Transmission companies only)**

System operator allocation (transmission companies only)	%	0%	0%	0%	0%	0%	0%	0%
Transmission or distribution allocation	%	100%	100%	100%	100%	100%	100%	100%
Average Net Debt (per Regulatory Definition)	£m nominal	5,731.3	6,285.5	6,493.1	6,683.9	7,043.5	7,141.0	8,514.8
Equity RAV	£m nominal	4,615.0	4,572.8	4,818.1	5,250.9	5,555.1	5,994.6	6,108.8
Average RAV	£m nominal	10,346.3	10,858.3	11,311.3	11,934.8	12,598.6	13,135.6	14,623.6
Actual Regulatory Gearing	%	55.4%	57.9%	57.4%	56.0%	55.9%	54.4%	58.2%
Notional Gearing	%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%
Gearing Ratio delta	%	-4.6%	-2.1%	-2.6%	-4.0%	-4.1%	-5.6%	-1.8%
NPV Neutral assumed Average Net Debt	£m 09/10	4,794.11739	5,175.3	5,286.6	5,316.8	5,425.8	5,343.6	6,052.5
NPV Neutral assumed Equity RAV	£m 09/10	3,860.3	3,765.1	3,922.8	4,176.9	4,279.2	4,485.8	4,342.3
NPV Neutral assumed Average RAV	£m 09/10	8,654.4	8,940.4	9,209.4	9,493.7	9,704.9	9,829.3	10,394.8
Actual Regulatory Gearing	%	55.4%	57.9%	57.4%	56.0%	55.9%	54.4%	58.2%
Notional Gearing	%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%
Gearing Ratio delta	%	-4.6%	-2.1%	-2.6%	-4.0%	-4.1%	-5.6%	-1.8%

**R9 - Regulatory Asset Value (RAV)**  
**NGET (TO)**  
**2019**

Navigate

Actuals	Actuals	Actuals	Actuals	Actuals	Actuals	Forecast	Forecast
2014	2015	2016	2017	2018	2019	2020	2021

**RAV per latest published PCFM**

2

The latest published PCFM does not account for the impact of t 29/08/2019

Closing RAV per latest published PCFM	£m 09/10	9,107.1	9,468.1	9,774.5	10,101.0	10,314.8	10,821.8	11,097.2	11,271.3
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**Revised RAV - including forecast totex, allowances and enduring value**

Revised adjusted RAV including forecast totex, allowances and enduring value

Opening RAV (before transfers)	£m 09/10	8,691.1	9,010.1	9,263.9	9,551.3	9,835.0	9,970.5	10,070.5	10,370.6
Transfers	£m 09/10	0.0	0.0	0.0	82.4	0.0	0.0	0.0	0.0
<b>Opening RAV (after transfers)</b>	£m 09/10	<b>8,691.1</b>	<b>9,010.1</b>	<b>9,263.9</b>	<b>9,633.7</b>	<b>9,835.0</b>	<b>9,970.5</b>	<b>10,070.5</b>	<b>10,370.6</b>
Net additions (after disposals)	£m 09/10	979.7	947.1	915.7	876.8	860.7	1,166.9	945.8	849.7
Net additions (after disposals) - enduring value adjus	£m 09/10	(97.0)	(111.4)	(27.4)	(52.1)	(89.3)	(420.6)	0.5	213.0
<b>Total Net Additions</b>	£m 09/10	<b>882.7</b>	<b>835.7</b>	<b>888.2</b>	<b>824.7</b>	<b>771.4</b>	<b>746.3</b>	<b>946.3</b>	<b>1,062.7</b>
Depreciation	£m 09/10	(563.7)	(586.1)	(609.2)	(632.7)	(647.0)	(659.8)	(670.4)	(675.7)
Depreciation - enduring value adjustment	£m 09/10	0.0	4.2	8.4	9.4	11.0	13.5	24.3	24.3
<b>Total Depreciation</b>	£m 09/10	<b>(563.7)</b>	<b>(581.9)</b>	<b>(600.8)</b>	<b>(623.3)</b>	<b>(636.0)</b>	<b>(646.4)</b>	<b>(646.1)</b>	<b>(651.3)</b>
Enduring value adjustments	£m 09/10	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
[Input other adjustment]	£m 09/10	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
[Input other adjustment]	£m 09/10	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Other adjustments</b>	£m 09/10	-	-	-	-	-	-	-	-
<b>Adjusted Closing RAV</b>	£m 09/10	<b>9,010.1</b>	<b>9,263.9</b>	<b>9,551.3</b>	<b>9,835.0</b>	<b>9,970.5</b>	<b>10,070.5</b>	<b>10,370.6</b>	<b>10,782.0</b>
<b>Total enduring value and other adjustments</b>	£m 09/10	<b>(97.0)</b>	<b>(107.2)</b>	<b>(19.0)</b>	<b>(42.7)</b>	<b>(78.3)</b>	<b>(407.1)</b>	<b>24.8</b>	<b>237.3</b>
<b>CHECK</b>		TRUE	TRUE	TRUE	TRUE	TRUE	TRUE	NA	NA
<b>Year end RPI</b>	Index	1.183	1.194	1.211	1.251	1.293	1.329	1.363	1.401
Financial Year Average RPI (RPIt)	Index	1.167	1.190	1.202	1.228	1.274	1.313	1.347	1.385
Index for Opening RAV conversion to nominal in yr 1	Index	1.154							
<b>Adjusted Closing RAV</b>	£m nominal	<b>10,658.8</b>	<b>11,057.8</b>	<b>11,564.7</b>	<b>12,304.8</b>	<b>12,892.4</b>	<b>13,378.8</b>	<b>14,139.2</b>	<b>15,108.0</b>
Cost of debt	annual real %	2.92%	2.72%	2.55%	2.38%	2.22%	1.91%	1.58%	1.14%
Cost of equity	annual real %	7.0%	7.0%	7.0%	7.0%	7.0%	7.0%	7.0%	7.0%
Notional gearing	%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%
Vanilla WACC	annual real %	4.55%	4.43%	4.33%	4.23%	4.13%	3.95%	3.75%	3.48%
NPV-neutral debt element of RAV	£m 09/10	5,192.7	5,364.2	5,525.6	5,696.2	5,823.0	5,897.6	6,019.9	6,236.9
NPV-neutral equity element of RAV	£m 09/10	3,461.8	3,576.2	3,683.8	3,797.5	3,882.0	3,931.7	4,013.3	4,157.9
NPV-neutral RAV return base	£m 09/10	8,654.4	8,940.4	9,209.4	9,493.7	9,704.9	9,829.3	10,033.2	10,394.8
Debt Return on RAV	£m 09/10	151.6	145.9	140.9	135.6	129.3	112.6	95.1	71.1
Equity Return on RAV	£m 09/10	242.3	250.3	257.9	265.8	271.7	275.2	280.9	291.1
Total return on RAV	£m 09/10	394.0	396.2	398.8	401.4	401.0	387.9	376.0	362.2
NPV-neutral debt element of RAV	£m nominal	6,058.2	6,381.1	6,643.9	6,995.8	7,419.0	7,743.7	8,111.8	8,637.4
NPV-neutral equity element of RAV	£m nominal	4,038.8	4,254.0	4,429.3	4,663.8	4,946.0	5,162.5	5,407.9	5,758.3
Adjusted NPV-neutral average RAV	£m nominal	10,097.0	10,635.1	11,073.1	11,659.6	12,365.0	12,906.2	13,519.7	14,395.7
Debt Return on RAV	£m nominal	176.9	173.6	169.4	166.5	164.7	147.9	128.2	98.5
Equity Return on NPV-neutral RAV	£m nominal	282.7	297.8	310.0	326.5	346.2	361.4	378.6	403.1
Total return on RAV	£m nominal	459.6	471.3	479.5	493.0	510.9	509.3	506.7	501.5

Actuals 2014	Actuals 2015	Actuals 2016	Actuals 2017	Actuals 2018	Actuals 2019	Forecast 2020	Forecast 2021
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CT600 will not have been submitted for the current reporting year. 2  
It is assumed the current tax charge per the statutory accounts will equal the tax liability in the forthcoming CT600, where this is 29/08/2019  
This will be corrected / trued-up in future years

**Tax liability per latest submitted CT600 (pre-group relief)**

£m nominal	127.7	127.0	152.5	84.5	114.6		
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**Adjustments to remove non-regulated tax liability**

Tax on non-regulated activities

£m nominal	2.3	1.9	1.6	2.5	2.8		
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[Insert adjustment as necessary]

£m nominal							
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[Insert adjustment as necessary]

£m nominal							
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[Insert adjustment as necessary]

£m nominal	2.3	1.9	1.6	2.5	2.8	-	-
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**Non-regulated tax**

**Other adjustments**

Tax on output incentives

£m nominal	2.9	-	2.1	3.2	2.9	3.6	3.9
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Tax on IQI

£m nominal	4.1	4.1	3.8	3.7	3.2	3.1	2.9
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Collected revenue adjustment ('k')

£m nominal	8.1	36.4	37.7	67.1	1.9		
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Pension - timing adjustment

£m nominal	0.0	0.0	0.0	0.0	0.0		
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Pension - disallowed contributions

£m nominal	0.0	0.0	0.0	0.0	0.0		
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Tax on derivatives not disregarded

£m nominal	0.0	0.0	0.0	0.0	0.0		
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Tax on SO incentives

£m nominal	0.3	3.0	1.8	(2.9)	0.0		
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Attributable to NGET (SO) - remainder

£m nominal	3.1	10.9	7.1	3.7	(3.3)		
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Tax on remeasurements

£m nominal	2.8	(8.8)	(2.5)	(3.8)	1.4		
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Debt redemption costs

£m nominal	0.0	(13.2)	0.0	(94.8)	0.0		
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Legal settlements

£m nominal	0.0	11.8	0.0	0.0	0.0		
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[Insert adjustment as necessary]

£m nominal	0.0	0.0	0.0	0.0	0.0		
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[Insert adjustment as necessary]

£m nominal	0.0	0.0	0.0	0.0	0.0		
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**Total other adjustments**

£m nominal	21.2	44.0	50.0	(23.9)	6.1	6.8	5.3
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Forecast regulated tax liability (including impact of enduring value adjustments)

£m nominal					121.7	134.5	116.3
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Adjusted forecast regulated tax liability with timing differences

£m nominal	104.3	81.1	100.9	105.9	105.7	115.0	111.0
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Financial year average RPI

Index	1.167	1.190	1.202	1.228	1.274	1.313	1.347
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Adjusted/forecast regulated tax liability with timing differences

£m 09/10	89.4	68.2	83.9	86.2	83.0	87.6	80.2
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**Tax out(under)performance at notional gearing**

Performance against allowance is impacted by deviating from notional levels of gearing

Notional Gearing

%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%
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Actual Gearing

%	55.4%	57.9%	57.4%	56.0%	55.9%	54.4%	58.2%
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Adjusted/forecast regulated tax liability with timing differences

£m nominal	104.3	81.1	100.9	105.9	105.7	115.0	111.0
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Adjustment to regulatory tax cost relating to variance from notional gearing

£m nominal	(1.9)	(0.7)	(1.1)	(1.1)	0.2	0.0	(0.8)
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Revised regulated tax liability for comparison against allowance

£m nominal	102.3	80.4	99.8	104.8	105.9	115.0	110.2
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Revised regulated tax liability for comparison against allowance

£m 09/10	87.7	67.6	83.0	85.3	83.2	87.6	79.6
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## Allowance

The latest published PCFM does not account for the forecast TIM performance - and ultimate impact on tax allowance.

Tax Allowance per latest published PCFM	£m 09/10	82.3	64.8	69.1	79.1	80.2	85.5	79.8	83.2
Tax clawbacks	£m 09/10	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net Tax Allowance	£m 09/10	82.3	64.8	69.1	79.1	80.2	85.5	79.8	83.2

Network operators should provide forecast allowances taking account of the latest totex, allowances, reopeners, enduring value adjustments - and other financial variables

Forecast tax allowance	£m 09/10	76.3	56.2	62.3	70.4	69.7	71.0	95.3	91.4
Forecast tax clawbacks	£m 09/10	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Net forecast tax allowance</b>	£m 09/10	<b>76.3</b>	<b>56.2</b>	<b>62.3</b>	<b>70.4</b>	<b>69.7</b>	<b>71.0</b>	<b>95.3</b>	<b>91.4</b>

### Reconciliation of forecast movement in allowance

Changes in corporation tax rates	£m 09/10	0.0	0.0	0.0	0.0	(3.0)	(3.0)	(6.8)	(19.0)
Tax allowance retained within deadband	£m 09/10	4.5	4.9	5.2	5.5	5.6	5.9	5.8	5.7
Other adjustments	£m 09/10	(10.4)	(13.5)	(12.0)	(14.3)	(13.0)	(17.4)	16.4	21.5
Check	£m 09/10	OK	OK	OK	OK	OK	OK	OK	OK

## Out(under) performance

<b>Regulated tax out(under) performance at actual gearing</b>	<b>£m 09/10</b>	<b>(13.0)</b>	<b>(12.0)</b>	<b>(21.6)</b>	<b>(15.8)</b>	<b>(13.3)</b>	<b>(16.5)</b>	<b>0.4</b>	<b>11.2</b>
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<b>Regulated tax out(under) performance at notional gearing</b>	<b>£m 09/10</b>	<b>(11.4)</b>	<b>(11.4)</b>	<b>(20.7)</b>	<b>(14.9)</b>	<b>(13.4)</b>	<b>(16.6)</b>	<b>1.5</b>	<b>11.8</b>
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<b>Impact on out(under) performance relating to deviating from notional levels of gearing</b>	<b>£m 09/10</b>	<b>(1.6)</b>	<b>(0.6)</b>	<b>(0.9)</b>	<b>(0.9)</b>	<b>0.2</b>	<b>0.0</b>	<b>(1.1)</b>	<b>(0.6)</b>
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Tax impact of financing performance (at actual gearing)	£m nominal	17.6	4.1	9.3	17.9	34.1	28.5	6.2	(10.2)
Tax impact of financing performance (at notional gearing)	£m 09/10	15.1	3.4	7.8	14.5	26.7	21.7	4.6	(7.4)
Tax impact of financing performance (at actual gearing)	£m nominal	15.7	2.9	8.2	16.8	34.3	28.5	4.7	(11.0)
Tax impact of financing performance (at notional gearing)	£m 09/10	13.4	2.4	6.8	13.7	26.9	21.7	3.5	(8.0)
Tax impact of financing performance relating to deviating from notional levels of gearing	£m 09/10	1.6	1.0	0.9	0.9	(0.2)	(0.0)	1.1	0.6



**R12 - Pensions**  
**NGET (TO)**  
**2019**

Navigate

		Actuals 2014	Actuals 2015	Actuals 2016	Actuals 2017	Actuals 2018	Actuals 2019	Forecast 2020	Forecast 2021
<b>Licensee share of total pension deficit repair payment made for defined benefit scheme</b>	2	33.9	35.1	35.8	35.8	36.6	38.0		
<b>Of which:</b>	29/08/2019								
Established deficit element funded via specific allowances	£m nominal	33.7	35.0	35.7	35.4	36.3	37.6		
Incremental deficit funded via totex	£m nominal	0.2	0.2	0.2	0.3	0.4	0.4		
Established deficit element funded via specific allowances	£m 09/10	28.9	29.4	29.7	28.8	28.5	28.7	-	-
<b>Established deficit (EDE) allowance as per PCFM</b>	£m 09/10	28.9	28.9	32.6	32.6	32.6	27.9	27.9	27.9
Less Pension Payment History Allowance (PPH)	£m 09/10	-	-	-	-	-	(0.7)	(0.7)	(0.7)
<b>Established deficit allowance less PPH</b>	£m 09/10	28.9	28.9	32.6	32.6	32.6	28.6	28.6	28.6
<b>Latest pension scheme valuation</b>	Enter valuation date	31/03/2016							
Price base		31/03/2016							
	£m								
Total Liabilities attributable to post cut-off date notional sub fund		157.3							
Total Liabilities attributable to pre cut-off date notional sub fund		2,895.9							
Total Assets attributable to post cut-off date notional sub fund		152.3							
Total Assets attributable to pre cut-off date notional sub fund		2,400.4							
Deficit in the post Cut-Off Date Notional Sub-Fund		5.0							
Deficit in the pre Cut-Off Date Notional Sub-Fund		495.5							
Licensee element of established deficit		362.4							
Licensee element of incremental deficit		3.5							

